

# City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: DECEMBER 1, 2020

FROM: CITY ATTORNEY WARDS: ALL

SUBJECT: OUTSIDE COUNSEL EXPENDITURE REPORT

#### **ISSUE:**

The issue for City Council consideration is the Outside Counsel Expenditure Report for the period of July 1, 2020 through September 30, 2020, as provided in the outside counsel policy approved by City Council on June 16, 2015.

#### **RECOMMENDATIONS:**

That the City Council receives and files the attached report.

#### **BACKGROUND:**

In the continuing effort of transparency and accountability, City Council approved the City Attorney's recommendation of quarterly reporting of the outside counsel expenditures. This report includes the current spending for the prior quarter and the cumulative spending from inception of the matter grouped by law firm name. All closed matters are highlighted and will not be included in the next report. It should be noted that bond counsel and contingency payments are not paid through the City's accounts payable division and therefore must be manually added to information derived from the City's accounting system. In the case of bond counsel payments, the payments are typically made directly by the bond trustee from bond proceeds. In the case of contingency payments, the payments are typically deducted from the funds received prior to deposit by the City.

#### **FISCAL IMPACT:**

There is no fiscal impact at this time.

Prepared by: Kristi J. Smith, Interim City Attorney

Attachment: Outside Counsel Expenditure Report

LAW FIRM					EXPENDITURES			
	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Authorized Source Spending Limit	7/1/20 - 9/30/2020	TOTAL AS OF 9/30/20	BALANCE		
ALSTON BIRD								
	Public Watchdogs v CA State		520					
	Lands Commission	CEQA Lawsuit	320	5,000	1,774	1,774	3,226	
	Samuel Lawrence Foundation v		520					
	Coastal Commission #1	Re Songs	320	5,370	1,314	1,314	4,056	
	Samuel Lawrence Foundation v		520	2.440	100	100	2.040	
	Coastal Commission #2 Public Watchdogs v CA State	Re Songs		2,148	100	100	2,048	
	Lands Commission	A	520	3,580			2 500	
	Lanas Commission	Appeal		3,380	- 2.400	-	3,580	
Subtotal					3,188			
BAKER HOSTETLER								
	Cyber Security Breach	Prevention/Advice	510	20,000	-	2,375	17,625	
	Business Tax Security	Prevention/Advice	630	4,000	-	1,838	2,162	
Subtotal								
BEST BEST KRIEGER								
DEST DEST KRIEGER	General Advice	Miscellaneous	101	25,000	_	14,987	10,013	
	General Advice	RPU						
		Advice	101	13,000	-	5,918	7,082	
	RTRP/CPUC		510	16,455	-	8,326	8,129	
	City v DOF	Anticipated litigation	630	65,000	-	60,085	4,915	
	Riverwalk CSD Foreclosure	Collection	101	10,000	-	2,645	7,355	
	Gage Canal	Advisory	101	20,000	=	17,548	2,452	
	General Advice	HR/401(a) Advisory	101	45,000	5,450	26,457	18,543	
	Live Nation/Fox Theatre	Advisory	101	5,000		-	5,000	
	Ice Energy	Bankruptcy		12,000	112	4,080	7,920	
	Riverside Community Hospital	Tax Matter	101	1,500	=	1,500	-	
Subtotal					5,562			

					EXPENDITURES			
LAW FIRM	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Source	Authorized Spending Limit	7/1/20 - 9/30/2020	TOTAL AS OF 9/30/20	BALANCE	
BUCHALTER								
	SCE/CPC Application[1]	RTRP	520	450,000	8,895	424,625	25,375	
	CPUC Rulemaking	PSPS	520	60,000	665	26,678	33,322	
Subtotal					9,560			
BLAISDELL, CHURCH & JOHNSON								
	Bond Counsel*	IPP Generation Plant	510	5,000		1,000	4,000	
Subtotal								
BURKE WILLIAMS & SORENSEN	Friends of Riverside Airport v City *	Ag Park Litigation	630	1,550,000	217,807	525,254	1,024,746	
Subtotal					217,807			
CHAPMAN AND CUTLER								
	Bond Counsel*							
CONSTANTINE CANNON								
	State of California et al. ex rel. [Under Seal] v [Under Seal]	Litigation re wireless cell service/contingency		-		_	-	
Subtotal								
COTCHETT PITRE & McCARTHY								
	Bond Derivative Litigation	Contingency*		-		-	-	

						EXPENDITURES	
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COLANTUONO HIGHSMITH & WHATLEY							
	General matters	Prop 218 and conflicts advice	520	40,400	175	36,879	3,521
	General Advice	CAO	101	15,000		13,771	1,229
	General/RPU	Electric & Water Cost Service Study	520	25,000		65	24,935
	General Advice	Solid Waste	101	15,000	1,330	1,330	13,670
	Parada II v City	GFT Challenge/Litigation	101	162,500	2,307	152,478	10,022
	Bailey, William R. v City***	Litigation Initiated by Mayor	101	338,000	10,110	337,519	481
	Clymer, R. Ben v City	Challenge to Russo Contract	101	155,000	1,926	147,738	7,262
	Nunez, J. v City	Claim	101	25,000		1,902	23,098
	Carl Pongs v City	Water Rate Challenge	520	100,000	6,915	17,430	82,570
	Simpson v City	Water GFT Challenge	520	60,000	12,887	29,308	30,692
Subtotal					35,650		
ELLISON SCHNEIDER							
	1969 Judgment*	Bunker Hill Basin	510	30,000	-	12,249	17,751
Subtotal							
GIBBS GIDEN							
	General Public Contracting	Advisory	101	7,500	-	2,883	4,617
	Convention Center/Fox	Force Majeure Review	101	15,000	11,839	11,839	3,161
Subtotal					11,839		

					EXPEN	DITURES	
LAW FIRM	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Source	Authorized Spending Limit	7/1/20 - 9/30/2020		BALANCE
GREINES MARTIN							
STEIN & RICHLAND							
	Clymer v City**	Challenge to Russo Contract	630	141,338	737	136,057	5,281
	Easley, Michael v. City	Federal civil rights action	630	137,695	-	117,736	19,959
	Nichols, Raymond v City**	Federal civil rights action	630	107,455	ı	102,982	4,473
	Burtis v City*	Appellate advice	630	17,500	30	14,643	2,857
	Louis, Jean-Louis v City	Appellate advice	630	15,000	ı	9,748	5,252
Subtotal					767		
JONES HALL							
	Bond Counsel*	SIFMA		40,000		-	40,000
	Bond Counsel*	Electric and Water Bonds 2018		45,000		-	45,000
	Bond Counsel*	2019 Electric & Water Bonds		90,000		-	90,000
Subtotal							
LEWIS BRISBOIS BISGAARD & SMITH							
	Easley, Michael v City	Civil rights litigation	630	406,500	3,548	367,814	38,686
	Friends of Riverside Airport v		NO.000 NO.	an a any or 1	1000 0000 to term to		a
	Dept of the Army*	CEQA Litigation/Environmental	630	1,700,138	255,561	371,044	1,329,094
Subtotal					259,109		

					EXPEN	DITURES		
LAW FIRM	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Source	Authorized Spending Limit	7/1/20 - 9/30/2020	TOTAL AS OF 9/30/20	BALANCE	
LIEBERT CASSIDY WHITMORE								
	General Advice	Misc	101	1,000	-	447	553	
Subtotal								
MILLER AXLINE & SAWYER								
	TCP Contaminataion	Advisory/contingency*						
	City v Black & Decker (U.S), Inc.	Perchlorate litigation/contingency*						
MURPHY & EVERTZ								
	SBCTA v City	Condemnation		150,000	-	13,413	86,587	
Subtotal								
SMITH LAW OFFICES								
	Clymer v City	Challenge to Russo Contract	630	75,000	200	18,376	18,576	
	Louis, Jean-Louis v City	Civil rights litigation	630	176,000		16,810	159,190	
	Nichols, Raymond v City	Civil rights litigation	630	120,000		49,809	70,191	
	Wilder, S. v City	Suit for Wrongful Termination	630	100,000	6,660	13,420	86,580	
Subtotal					6,860	_		

					EXPENDITURES			
LAW FIRM	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Source	Authorized Spending Limit	7/1/20 - 9/30/2020	TOTAL AS OF 9/30/20	BALANCE	
STRADLING YOCCA								
CARLSON & RAUTH								
	Bond Counsel	2006 Lease Revenue (Galleria)		55,000		-	55,000	
	Bond Counsel	2018 Sewer Revenue Bonds		65,000		-	65,000	
	Bond Counsel	2019 Electric and Water Bonds		140,000		-	140,000	
	Bond Counsel	Debt Disclosure Reports		15,000		-	15,000	
	Bond Counsel	CFDs and Assessment Districts		15,000		-	15,000	
	Bond Counsel	2015A Sewer Revenue Bonds		10,000		-	10,000	
Subtotal								
THINK LEGAL360								
	Harris, Bobby v. City	Employment Litigation	630	485,000		278,840	206,160	
Subtotal								
			_					
THOMPSON COBURN								
	FERC**	Regulatory	510	750,000	137,350	137,350	612,650	
	LADWP Transmission Agreements	Potential Extension	510	25,000	-	-	25,000	
Subtotal					137,350			
TOTAL					687,692			

					EXPENDITURES		
LAW FIRM	MATTER/CASE NAME	BRIEF DESCRIPTION	Funding Source	Authorized Spending	7/1/20 -	7/1/20 - TOTAL AS OF	
				Limit		9/30/20	BALANCE
Note: Plaintiff's Case - Outside Counsel Retained for Recovery							
BURKE WILLIAMS							
SORENSEN							
	City v. Jurupa/Rubidoux CSD, et	Recovering contribution obligation					
	al.**	for RWQCP project	550	4,782,326	179,170	4,459,897	322,429

#### Please note:

- (1) Some totals may include costs
- (2) Items shaded in blue are closed
- (3)\*Contingency bond counsel payments are per individual bond transactions or recovery received
- (4)\*\*Change order
- (5)\*\*\*Litigation initiated by Mayor
- [1] Attorney's fees will be recovered from SCE